

REPORT NO.

25X1  
25X1

## CD NO.

DATE DISTR. 4 November 1952

NO. OF PAGES 2

NO. OF ENCLS.  
(LISTED BELOW)

SUPPLEMENT TO  
REPORT NO.

25X1

THIS DOCUMENT CONTAINS INFORMATION AFFECTING THE NATIONAL DEFENSE OF THE UNITED STATES, WITHIN THE MEANING OF TITLE 18, SECTIONS 793 AND 794, OF THE U. S. CODE, AS AMENDED. ITS TRANSMISSION OR REVELATION OF ITS CONTENTS TO OR RECEIPT BY AN UNAUTHORIZED PERSON IS PROHIBITED BY LAW. THE REPRODUCTION OF THIS FORM IS PROHIBITED.

THIS IS UNEVALUATED INFORMATION

1. The Textila loom factory is producing only a fraction of the number of looms it produced before the war. The original plan for 1952 had to be altered because East Zone orders for looms have been lacking. Investments in this field have not been provided. Western countries who used to order before the war no longer do so because quality is inferior; eastern countries do not order because the USSR is anxious to export looms herself and at better terms. During late 1951, the plant was about to sign an order for delivery of 600 looms to Turkey. At the last minute the order fell through because Russia intervened and handled the business herself.
2. Since October 1949, the factory has kept going by accepting a variety of processing orders, like wire drawing machines, rollers for such machines, and switches for Sachsenwerk.<sup>1</sup> The iron foundry of the plant produces castings for various firms.

<u>1951 Production</u>			<u>Actual Production</u>
<u>Planned</u>	<u>DM.</u>		<u>DM.</u>
400 looms	800,000	100	200,000
12,000 vises	600,000	6,000	300,000
2 cable machines (Kabelspitzmaschine)	36,000	2	36,000
Contract processing	500,000		864,000
Cast-iron castings	<u>1,000,000</u>		<u>1,000,000</u>
	2,936,000		2,400,000

**SECRET**

[illegible]

SECRET

- 2 -

25X1

1952 Production 2PlannedDM

Looms	300,000
Cast-iron castings	1,200,000 (some for export to USSR)
Contract processing	100,000 (e.g. ballbearing rings for SAG Leipzig, steel from Riesa) <sup>3</sup>
Replacement parts	100,000
Repairs	60,000
Thread machines	1,800,000 (46 machines)
Condenser paper installations	600,000 (15 installations for USSR)

## 3. During 1951, looms were delivered as follows:

25 to the Wallraff firm in Naila/Oberfranken<sup>4</sup>56 to VEB Automatic Weaving Mill in Görlitz<sup>5</sup>

5 to the Adolf Zappe firm, Postfach 64, Bayreuth

During 1952, looms have been shipped to:

28 to VEB Automatic Weaving Mill Görlitz

60 to Interkomers, Vienna<sup>6</sup> The looms already delivered to Vienna were not accepted because of inferior quality.

## 4. The production cost of the loom amounts to 3,000 DM, but it is sold at the 1944 price of 2,000 DM. For 1952 a deficit of 600,000 DM is expected, according to the factory plan. This plan was, however, rejected by the VVB and a final plan has not yet been approved.

5. Personnel

The chief director, (fnu) Petzold, will retire on 30 June 1952. The name of his successor has not been announced. Technical director is (fnu) Mutschink. Business manager is (fnu) Drechsler.

1. [ ] Comment. The Dresden telephone book (1950) lists "Sachsenwerk", Elektromaschinenbau, August-Bebel-Strasse 15.

2. [ ] Comment. The 1952 production plan has already been changed several times. The 46 thread machines are an entirely new type of article for the factory and it is doubtful that they can be manufactured because no specialists are available for that type of machine. These machines are to be delivered to the Flöha spinning mill for perlon production. (There are several spinning mills in Kreis Flöha.) The condenser paper installations also will never be produced, because the plant engineers do not possess the necessary know-how. The rest of the production cannot be finished on schedule, since the raw materials will only be delivered in the third quarter of 1952. MEZ requires three months delivery time.

3. [ ] Comment. SAG Leipzig is possibly SAG Transmasch, which has headquarters in Leipzig. Riesa is the VEB Stahl-und Walzwerk Riesa.

4. [ ] Comment. Available reference works show no Wallraff firm in Naila.

5. [ ] Comment. Not identified by available reference material.

6. [ ] Comment. Probably the export-import firm Inter-Commerce, Vienna, Neulingasse 8, is meant.

SECRET